

EXCHANGE TYPES

LIGHT

HEAVY



FUNCTIONS

	CLEARINGHOUSE	MARKET ORGANIZER	ACTIVE PURCHASER (FULL EXCHANGE)
FUNCTIONS	<p>What does it do? Organizes the existing or reformed market by providing transparency and standardization.</p> <p>Provides choice among competing plans by making it easy for individuals & small business employees to obtain coverage information & enroll in their preferred plan</p> <p>A focus on:</p> <ul style="list-style-type: none"> ✓ Informed choices using standardized information <p>Typically includes:</p> <ul style="list-style-type: none"> ✓ Any licensed carrier can participate. ✓ Carriers set the price. ✓ Any insured benefit plan <p>Functions</p> <p>Provide information to individuals & employers on:</p> <ul style="list-style-type: none"> • Plan choices (benefit packages) • Standardized comparative information on benefits & premium rates • Quality & consumer satisfaction 	<p>What does it do? Establishes a New ,more organized, market structure [without negotiating premium rates].</p> <p>A focus on:</p> <ul style="list-style-type: none"> ✓ Informed choices ✓ Competition based on consumer choice, & ✓ Consumer protection. <p>Functions</p> <p>All the functions of the “Clearinghouse”</p> <p style="text-align: center;">- and -</p> <ul style="list-style-type: none"> • Limits insurers’ marketing approaches • Has approval authority over marketing materials • Provides a risk adjustment mechanism for participating plans. • Has authority to exclude participation of plans not meeting a set standard (but not simply on basis of price) 	<p>What does it do? Establishes a policy making body and market structure. A focus on limiting the number of plans to be able to negotiate affordable rates.</p> <p>Functions</p> <p>All the functions of the “Clearinghouse” and the “Market Organizer</p> <p style="text-align: center;">- and -</p> <ul style="list-style-type: none"> • Sets standard core benefits • Negotiates benefit packages. • Engages in selective contracting with variety of health insurers after having analyzed them and on price, quality, other relevant factors. Includes authority to refuse to contract or terminate plan participation. • Sets standards for receipt of subsidies • Manages subsidy determinations • Conducts individual and employer group enrollment • Collects premium payments from enrollees/ employers • Collects premium contributions from multiple employers for part time workers (promoting portability) • Sets rules on underwriting & rating practices. <p>In individual mandate states</p> <ul style="list-style-type: none"> • Sets rule on policy <i>affordability</i> (level of premium relative to income) • Sets standard core benefits that comply with the individual mandate
LIGHT			
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